ED/EC M-251

July 8, 1957

#### EXECUTIVE COMMITTEE OF THE ECONOMIC DEFENSE ADVISORY COMMITTEE

#### MINUTES

10:00 a.m. Wednesday, July 3, 1957 Room 1213 Maiatico

#### Attendance:

MDAC

Mr. Hale, Chairman

Mr. Kramer, Executive Secretary

Mrs. Huver, Committee Secretary

Mr.

25X1A9a

Commerce Mr. George

Defense Col. Green

ICA Mr. Slaght

State

Mr. Wright

Mr. Tucker

Mr. Oliver

Treasury Mr. Pollak

#### Agenda:

Note a. List II Quotas for China

Note b. Exception for

25X6A

1. NSC/CFEP Assignment to Review Economic Defense Policy

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### Note a. List II Quotas for China

#### Decision

The members decided that Working Group I should be instructed to review the PCs<sup>1</sup> proposals for List II quotas for China (PCLTOS 9 thru 15) and to recommend a U.S. position on this matter. This recommendation should be forwarded to the Executive Committee by July 10th in order to allow for bilateral discussions before the CHINCOM meeting scheduled for July 16th.

#### Discussion

The State member reported that the USDEL had made a statement in CHINCOM covering the points contained in paragraph 3. of TOPOL 2628 and had also emphasized the strategic and security factors which the U.S. hopes will be given full consideration by all PCs in the forthcoming discussions on List II quotas for China.

He also reported that a number of telegrams have just been received which give the individual PC proposals. (See Decision)

## Note b. Exception for Finland (EDAC D-136)

The State member said they are waiting for documents from the Finnish Ambassador, but expect to be able to present their draft proposal regarding the Finnish problem (EDAC D-136) for consideration by the Executive Committee some time next week.

# 1. NSC/CFKP Assignment to Review Economic Defense Policy (EDAC D-135) /Report of Activity7

The members completed a first draft of revised language for the economic defense policy. (Circulated as EDAC D-135/1) It will be discussed again in the Executive Committee as soon as State is prepared with their proposals for revising paragraphs 9. and 21.

The Chairman said the next step is to give consideration to the EDAC work program and to the revision of appropriate paragraphs in line with the revisions of the policy statement.

The Commerce and Defense members indicated their intent to present proposals for revising paragraph 9. of the work program. The other members were also invited to present their views on what they feel are necessary revisions.

Distribution:

ED List Parts I & II

& WG I (limited)

SECRET